

*BECCS security* means a United States Treasury bearer security converted to book-entry form and held in BECCS.

*Callable* means a United States Treasury security subject to call before maturity.

*Callable Coupons* means the coupons associated with a callable security that are due after the date the security is subject to call.

*Conversion*, as used in this part, means a change in the form of a security from definitive form to book-entry form.

*Corpus* (plural corpora) means the principal portion of a United States Treasury bearer security.

*Coupon* means a definitive bearer interest instrument associated with a United States Treasury bearer security.

*CUBES* means the Treasury's Coupon Under Book-Entry Safekeeping program.

*CUBES security* means a definitive coupon detached from a United States Treasury security and held in CUBES.

*Definitive security* means a security held in paper form.

*Depository institution* means:

(1) Any insured bank, mutual savings bank, or savings bank as defined in 12 U.S.C. 1813, or any institution eligible to become an insured bank under 12 U.S.C. 1815;

(2) Any insured credit union as defined in 12 U.S.C. 1752, or any credit union eligible to become an insured credit union under 12 U.S.C. 1781;

(3) Any member as defined in 12 U.S.C. 1422; and

(4) Any savings association as defined in 12 U.S.C. that is an insured depository institution as defined in the Federal Deposit Insurance Act, 12 U.S.C. 1811 *et seq.*, or is eligible to become an insured depository institution under that Act.

*Non-callable* means a United States Treasury bearer security not subject to call before maturity.

*Non-callable coupons* means coupons associated with a non-callable bearer security or coupons associated with a callable bearer security that are due on or before the date on which the callable bearer security is subject to call.

*Non-transferable* means the ownership of a security held in BECCS or CUBES may not be transferred. See § 358.5.

*Transferable* means the ownership of a security held in BECCS or CUBES may be transferred. See § 358.4 of this part.

*We (or "us")* refers to the Secretary of the Treasury and the Secretary's delegates at the Treasury Department and the Bureau of the Public Debt. The term also extends to any fiscal or financial agent we designate to act on behalf of the United States.

#### **§ 358.2 What regulations cover these securities?**

BECCS and CUBES securities are deemed to be securities for the purposes of 31 CFR part 357, subparts A, B, and D, and are governed by that part. Notwithstanding the provisions of 31 CFR part 357, certain BECCS and CUBES securities are non-transferable. See § 358.5.

#### **§ 358.3 Are there any bearer corpora or detached bearer coupons that are not eligible for conversion?**

Bearer corpora and detached bearer coupons will not be accepted if they are submitted:

(a) Within 30 days of their maturity date; or

(b) If the call provision has been invoked, within 30 days of their call date.

#### **§ 358.4 Which bearer corpora or detached bearer coupons are eligible for conversion to transferable BECCS or CUBES securities?**

(a) For a callable corpus to be eligible for conversion to a transferable BECCS security, all associated callable coupons must be submitted with the corpus. These callable coupons will be linked with the corpus within BECCS when converted. Once the coupons are linked to the corpus, they may not be transferred separately.

(b) A corpus that is not subject to call will be converted to a transferable BECCS security.

(c) Non-callable coupons will be converted to transferable CUBES securities.